

IN THE UNITED STATES DISTRICT COURT  
FOR THE DISTRICT OF DELAWARE

IN RE:	)	Chapter 11
	)	
<b>CORAM HEALTHCARE CORP.,</b>	)	<b>Case No. 00-3299 (MFW)</b>
<b>and CORAM, INC.,</b>	)	<b>(Jointly Administered)</b>
	)	
<b>Debtors.</b>	)	
	)	
<b>UBS SECURITIES LLC,</b>	)	
	)	
<b>Appellant,</b>	)	
	)	
<b>v.</b>	)	<b>Civil Action No. 04-1558</b>
	)	
<b>CORAM HEALTHCARE</b>	)	
<b>CORPORATION, et al.,</b>	)	
	)	
<b>Appellee.</b>	)	

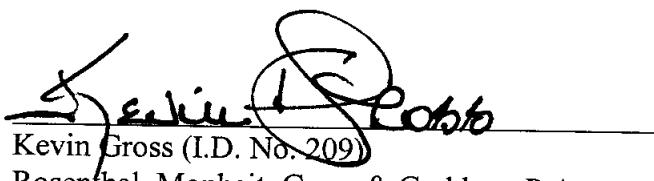
**MEDIATOR'S REPORT**

The undersigned mediator, Kevin Gross, reports on the progress of the mediation as follows:

1. The parties participated in a full mediation session on January 26, 2005, and actively and in good faith attempted to settle the appeal from the relevant Bankruptcy Court's ruling.
2. The mediator and the parties further continued settlement discussions thereafter.
3. Settlement discussions have reached an impasse and the parties wish to proceed with the appeal.

Dated: August 19, 2005

MEDIATOR

  
\_\_\_\_\_  
Kevin Gross (I.D. No. 209)  
Rosenthal, Monhait, Gross & Goddess, P.A.  
919 Market Street, Suite 1401  
P.O. Box 1070  
Citizens Bank Building  
Wilmington, DE 19899-1070  
Telephone: (302)656-4433  
Facsimile: (302)658-7567

**CERTIFICATE OF SERVICE**

I, Kevin Gross, hereby certify that on this 19<sup>th</sup> day of August, 2005, I caused a copy of the foregoing to be served upon the following persons by first class mail:

L. Jason Cornell, Esquire  
Fox Rothschild LLP  
919 North Market Street, Suite 1300  
P.O. Box 2323  
Wilmington, DE 19801-2323

Kenneth E. Aaron, Esquire  
Weir & Partners, LLP  
824 Market Street, Suite 1001  
P.O. Box 708  
Wilmington, DE 19899

Barry E. Bressler, Esquire  
Schnader Harrison Segal & Lewis, LLP  
1600 Market Street, Suite 3600  
Philadelphia, PA 19103-7286

Susan Power Johnston, Esquire  
Martin Beeler, Esquire  
Covington & Burling  
1330 Avenue of the Americas  
New York, NY 10019



Handwritten signature of Kevin Gross, consisting of the name "Kevin Gross" in cursive script, with a large, stylized "K" and "G".